

GRANT COUNTY, KANSAS  
Ulysses, Kansas

FINANCIAL STATEMENTS  
For the year ended December 31, 2010

GRANT COUNTY, KANSAS

FINANCIAL STATEMENTS

For the year ended December 31, 2010

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GRANT COUNTY, KANSAS

FINANCIAL STATEMENTS

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GRANT COUNTY, KANSAS

FINANCIAL SECTION

## INDEPENDENT AUDITOR'S REPORT

The Board of County Commissioners  
Grant County, Kansas

We have audited the accompanying primary government financial statements of Grant County, Kansas, as of and for the year ended December 31, 2010, as listed in the table of contents. These financial statements are the responsibility of Grant County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit Guide. Those standards and guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, Grant County has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Grant County, Kansas, as of December 31, 2010, the changes in its financial position, or, where applicable, its cash flows for the year then ended. Further, Grant County, Kansas has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The Board of County Commissioners  
Grant County, Kansas

Page 2

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of Grant County, Kansas, as of December 31, 2010, and its respective cash receipts and expenditures and budgetary comparisons, for the year then ended, in conformity with the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements of Grant County, Kansas taken as a whole. The supplemental schedules shown on pages 53 through 57 are presented for purposes of additional analysis and are not a required part of the primary government financial statements. The supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounts and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.

Hay•Rice & Associates, Chartered

July 14, 2011

## GRANT COUNTY, KANSAS

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

For the year ended December 31, 2010

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Cash</u> <u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Add</u> <u>Outstanding</u> <u>Encumbrances</u> <u>&amp; Accounts</u> <u>Payable</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Governmental Type Funds:						
General Fund	\$1,109,937	\$ 6,699,360	\$ 6,525,976	\$1,283,321	\$156,801	\$1,440,122
Special Revenue Funds:						
Road and Bridge	149,889	3,463,057	3,459,430	153,516	50,815	204,331
Employees' Benefits	871,385	1,560,619	1,519,243	912,761	4,004	916,765
Noxious Weed	30,756	165,469	174,647	21,578	1,231	22,809
Library Maintenance	6,229	569,700	566,690	9,239	-	9,239
Airport Maintenance	76,593	104,968	68,921	112,640	596	113,236
Ambulance	85,376	554,000	583,349	56,027	46,544	102,571
Rural Fire District	20,964	225,408	234,649	11,723	15,726	27,449
Courthouse Building	819,323	376,752	725,389	470,686	15,890	486,576
Park Maintenance	55,809	292,344	279,828	68,325	31,071	99,396
Health	147,942	480,368	413,060	215,250	25,484	240,734
Alcoholic Treatment	22,954	6,230	6,000	23,184	-	23,184
Special Equipment	475,409	150,000	264,368	361,041	-	361,041
Road Machinery	1,056,313	610,000	186,077	1,480,236	-	1,480,236
Special Highway Improvement	1,439,288	610,000	111,810	1,937,478	-	1,937,478
Rural Fire Equipment	253,885	80,000	126,450	207,435	-	207,435
Ambulance Equipment	103,318	38,000	-	141,318	-	141,318
Noxious Weed Equipment	47,300	60,000	-	107,300	-	107,300
911 Telephone	112,053	42,690	50,705	104,038	504	104,542
Debt Service Fund – Bond and Interest	36,781	3,183,932	3,140,788	79,925	-	79,925
Capital Project Funds:						
Airport Improvements	-	6,860	4,548	2,312	-	2,312
Care Home Building	-	-	-	-	-	-
Hospital	-	-	-	-	-	-
Fiduciary Type Funds – Expendable Trust Funds:						
Treasurer's Special Auto	-	69,998	69,998	-	-	-
County Attorney Diversion	29,615	7,497	11,270	25,842	-	25,842
Prosecutor's Training Assistance	335	1,132	1,190	277	-	277
Register of Deeds Technology	19,616	10,481	6,954	23,143	-	23,143
LEC Seizure	2,445	-	-	2,445	-	2,445
Total Reporting Entity (Excluding Agency Funds)	<u>\$6,973,515</u>	<u>\$19,368,865</u>	<u>\$18,531,340</u>	<u>\$7,811,040</u>	<u>\$348,666</u>	<u>\$8,159,706</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 1  
(Continued)

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

For the year ended December 31, 2010

Composition of Cash:

County Treasurer:

Certificates of deposit and money market	\$23,766,932
Cash in checking	110,389
Cash on hand	33,288

Clerk of the District Court:

Cash in bank	31,007
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Sheriff:

Cash in bank	1,483
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Law Library:

Cash in bank	27,863
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Register of Deeds:

Cash in bank	7,168
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Civic Center:

Cash in bank	<u>20,108</u>
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Total Cash	\$23,998,238
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Agency Funds per Statement 4	<u>15,838,532</u>
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Total Reporting Entity (Excluding Agency Funds)	<u>\$ 8,159,706</u>
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The notes to the financial statements are an integral part of this statement.



GRANT COUNTY, KANSAS

Statement 2

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET  
(BUDGETED FUNDS ONLY)

For the year ended December 31, 2010

<u>Funds</u>	<u>Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavor.)</u>
Governmental Type Funds:			
General Fund	\$7,582,632	\$6,525,976	\$1,056,656
Special Revenue Funds:			
Road and Bridge	3,487,350	3,459,430	27,920
Employees' Benefits	1,885,000	1,519,243	365,757
Noxious Weed	209,036	174,647	34,389
Library Maintenance	566,690	566,690	-
Airport Maintenance	175,000	68,921	106,079
Ambulance	584,105	583,349	756
Rural Fire District	235,895	234,649	1,246
Courthouse Building	1,120,480	725,389	395,091
Park Maintenance	312,779	279,828	32,951
Health	528,090	413,060	115,030
Alcoholic Treatment	30,570	6,000	24,570
Special Equipment	670,000	264,368	405,632
Debt Service Fund:			
Bond and Interest	3,140,788	3,140,788	-

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3

STATEMENTS OF CASH RECEIPTS AND EXPENDITURES

ACTUAL AND BUDGET

For the year ended December 31, 2010

## GRANT COUNTY, KANSAS

Statement 3-1

GENERAL FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

<u>Cash Receipts</u>	<u>Current Year</u>		<u>Variable Favorable (Unfavor.)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
Taxes:				
Ad valorem property tax	\$5,389,301	\$5,406,349	\$ (17,048)	\$4,638,928
Back tax collections	21,577	15,000	6,577	23,853
Interest on delinquent taxes	23,567	12,500	11,067	17,332
Motor vehicle tax	110,610	82,267	28,343	119,137
Mineral production tax	<u>197,770</u>	<u>350,000</u>	<u>(152,230)</u>	<u>389,448</u>
Total taxes	<u>\$5,742,825</u>	<u>\$5,866,116</u>	<u>\$ (123,291)</u>	<u>\$5,188,698</u>
Licenses, Permits and Fees:				
Mortgage registration fees	\$ 133,343	\$ 70,000	\$ 63,343	\$ 59,854
Antique tags	820	750	70	775
Officers' fees	45,214	55,000	(9,786)	52,806
Motor vehicle registration	30,571	25,000	5,571	36,516
Vehicle inspection fees	<u>5,276</u>	<u>4,000</u>	<u>1,276</u>	<u>3,591</u>
Total licenses, permits and fees	<u>\$ 215,224</u>	<u>\$ 154,750</u>	<u>\$ 60,474</u>	<u>\$ 153,542</u>
Use of Money and Property:				
Interest on taxes	\$ 4,226	\$ 3,500	\$ 726	\$ 5,240
Interest on idle fund investments	<u>92,642</u>	<u>200,000</u>	<u>(107,358)</u>	<u>169,395</u>
Total use of money & property	<u>\$ 96,868</u>	<u>\$ 203,500</u>	<u>\$ (106,632)</u>	<u>\$ 174,635</u>
Charges for Services:				
Transfer station fees	<u>\$ 304,874</u>	<u>\$ 350,000</u>	<u>\$ (45,126)</u>	<u>\$ 340,391</u>
Other:				
Miscellaneous	\$ 67,879	\$ 8,000	\$ 59,879	\$ 14,795
Grants	91,613	-	91,613	45,485
Royalties	5,446	8,000	(2,554)	3,044
City of Ulysses	97,393	130,000	(32,607)	112,973
Reimbursements	53,748	-	53,748	104,242
Law Enforcement Contract	<u>23,490</u>	<u>35,000</u>	<u>(11,510)</u>	<u>23,795</u>
Total other	<u>\$ 339,569</u>	<u>\$ 181,000</u>	<u>\$ 158,569</u>	<u>\$ 304,334</u>
Total cash receipts	<u>\$6,699,360</u>	<u>\$6,755,366</u>	<u>\$ (56,006)</u>	<u>\$6,161,600</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

Statement 3-1  
(Continued)

GENERAL FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable Favorable (Unfavor.)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
County Commissioners	\$ 71,642	\$ 99,790	\$ 28,148	\$ 81,480
County Clerk	91,612	100,000	8,388	94,414
County Treasurer	146,651	156,140	9,489	143,673
County Attorney	192,535	210,000	17,465	168,689
Register of Deeds	90,999	100,695	9,696	99,962
Clerk of District Court	134,852	135,000	148	112,053
County Appraiser	247,020	260,835	13,815	244,299
Courthouse General	244,644	1,050,000	805,356	254,223
Data Processing	35,489	45,000	9,511	61,218
Election	59,330	82,000	22,670	55,088
Building Inspection	80,631	48,000	(32,631)	49,107
Economic Development	120,000	120,000	-	120,000
Health	1,241,463	1,241,463	-	1,230,646
Social Services	792,495	792,495	-	1,061,879
Sheriff	966,133	1,020,715	54,582	1,009,172
Civil Defense	159,491	103,000	(56,491)	127,541
Juvenile Detention	32,996	25,000	(7,996)	18,605
Extension Council	187,000	187,000	-	187,000
Soil Conservation	31,000	31,000	-	31,000
Fair Maintenance	66,035	68,325	2,290	73,553
Board on Affirmative Aging	457,000	457,000	-	400,000
Historical	142,000	142,000	-	142,000
Transfer station	390,766	538,999	148,233	472,260
Appropriation	394,192	418,175	23,983	360,382
Operating transfers	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>150,000</u>
Total expenditures and transfers subject to budget	<u>\$6,525,976</u>	<u>\$7,582,632</u>	<u>\$1,056,656</u>	<u>\$6,748,244</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-1  
(Continued)

GENERAL FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Year</u> <u>Actual</u>
			<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>
Receipts over (under) expenditures	\$ 173,384		\$ (586,644)
Unencumbered Cash, Beginning	<u>1,109,937</u>		<u>1,696,581</u>
Unencumbered Cash, Ending	<u>\$1,283,321</u>		<u>\$1,109,937</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

Statement 3-2

ROAD AND BRIDGE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable Favorable (Unfavor.)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$2,948,265	\$2,959,811	\$ (11,546)	\$2,945,978
Back tax collections	12,622	8,000	4,622	14,531
Motor vehicle tax	69,794	52,304	17,490	73,052
Total taxes	<u>\$3,030,681</u>	<u>\$3,020,115</u>	<u>\$ 10,566</u>	<u>\$3,033,561</u>
Intergovernmental:				
Special City and County Fund	\$ 376,138	\$ 394,000	\$ (17,862)	\$ 361,048
County Equalization Fund	14,193	12,000	2,193	15,333
Total intergovernmental	<u>\$ 390,331</u>	<u>\$ 406,000</u>	<u>\$ (15,669)</u>	<u>\$ 376,381</u>
Charges for Services:				
County Engineer	\$ 42,045	-	\$ 42,045	\$ 77,217
Total cash receipts	<u>\$3,463,057</u>	<u>\$3,426,115</u>	<u>\$ 36,942</u>	<u>\$3,487,159</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Maintenance:				
Personal services	\$ 709,124	\$ 985,450	\$ 276,326	\$ 673,424
Contractual services	39,819	223,950	184,131	25,796
Commodities	1,086,802	1,659,500	572,698	1,181,064
Capital outlay	114,638	268,000	153,362	9,044
Total maintenance	<u>\$1,950,383</u>	<u>\$3,136,900</u>	<u>\$1,186,517</u>	<u>\$1,889,328</u>
Administration:				
Personal services	\$ 204,560	\$ 227,630	\$ 23,070	\$ 201,790
Contractual services	60,583	96,310	35,727	62,377
Commodities	5,434	6,118	684	6,955
Capital outlay	18,470	20,392	1,922	1,359
Total administration	<u>\$ 289,047</u>	<u>\$ 350,450</u>	<u>\$ 61,403</u>	<u>\$ 272,481</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-2  
(Continued)

ROAD AND BRIDGE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget (Continued)</u>				
Transfers:				
Special Highway Fund	\$ 610,000	-	\$ (610,000)	\$ 695,000
Road Machinery Fund	<u>610,000</u>	<u>-</u>	<u>(610,000)</u>	<u>695,000</u>
Total transfers	<u>\$1,220,000</u>	<u>-</u>	<u>\$ (1,220,000)</u>	<u>\$1,390,000</u>
Total expenditures and transfers subject to budget	<u>\$3,459,430</u>	<u>\$3,487,350</u>	<u>\$ 27,920</u>	<u>\$3,551,809</u>
Receipts over (under) expenditures	\$ 3,627			\$ (64,650)
Unencumbered Cash, Beginning	<u>149,889</u>			<u>214,539</u>
Unencumbered Cash, Ending	<u>\$ 153,516</u>			<u>\$ 149,889</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-3

EMPLOYEES' BENEFITS FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$1,430,364	\$1,435,958	\$ (5,594)	\$1,571,732
Back tax collections	6,217	2,000	4,217	7,022
Motor vehicle tax	<u>35,459</u>	<u>27,903</u>	<u>7,556</u>	<u>32,577</u>
Total taxes	\$1,472,040	\$1,465,861	\$ 6,179	\$1,611,331
Other:				
Miscellaneous reimbursements	<u>88,579</u>	<u>35,000</u>	<u>53,579</u>	<u>40,230</u>
Total cash receipts	\$1,560,619	<u>\$1,500,861</u>	<u>\$ 59,758</u>	\$1,651,561
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Contractual services	<u>1,519,243</u>	<u>\$1,885,000</u>	<u>\$365,757</u>	<u>948,314</u>
Receipts over (under) expenditures	\$ 41,376			\$ 703,247
Unencumbered Cash, Beginning	<u>871,385</u>			<u>168,138</u>
Unencumbered Cash, Ending	<u>\$ 912,761</u>			<u>\$ 871,385</u>

The notes to the financial statements are an integral part of this statement.



## GRANT COUNTY, KANSAS

Statement 3-4

NOXIOUS WEED FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Taxes:				
Ad valorem property tax	\$135,948	\$136,579	\$ (631)	\$137,214
Back tax collections	531	100	431	445
Motor vehicle tax	<u>2,831</u>	<u>2,433</u>	<u>398</u>	<u>1,282</u>
Total taxes	\$139,310	\$139,112	\$ 198	\$138,941
Charges for Services:				
Sale of chemicals and noxious weed treatments	<u>26,159</u>	<u>40,000</u>	<u>(13,841)</u>	<u>25,866</u>
Total cash receipts	<u>\$165,469</u>	<u>\$179,112</u>	<u>\$ (13,643)</u>	<u>\$164,807</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Personal services	\$ 85,060	\$102,000	\$ 16,940	\$ 83,359
Contractual services	3,815	9,636	5,821	4,950
Commodities	25,772	87,400	61,628	47,155
Capital outlay	-	10,000	10,000	-
Transfer – Special Equipment	<u>60,000</u>	<u>-</u>	<u>(60,000)</u>	<u>29,000</u>
Total expenditures and transfers subject to budget	<u>\$174,647</u>	<u>\$209,036</u>	<u>\$ 34,389</u>	<u>\$164,464</u>
Receipts over (under) expenditures	\$ (9,178)			\$ 343
Unencumbered Cash, Beginning	<u>30,756</u>			<u>30,413</u>
Unencumbered Cash, Ending	<u>\$ 21,578</u>			<u>\$ 30,756</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-5

AIRPORT MAINTENANCE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Taxes:				
Ad valorem property tax	\$ 61,894	\$ 61,953	\$ (59)	\$ 57,735
Back tax collections	223	100	123	187
Motor vehicle tax	<u>1,073</u>	<u>1,023</u>	<u>50</u>	<u>299</u>
Total taxes	<u>\$ 63,190</u>	<u>\$ 63,076</u>	<u>\$ 114</u>	<u>\$ 58,221</u>
Other:				
Rents	\$ 24,960	\$ 40,000	\$ (15,040)	\$ 22,178
Royalties	5,211	5,000	211	4,891
Miscellaneous	<u>11,607</u>	<u>4,000</u>	<u>7,607</u>	<u>21,375</u>
Total other	<u>\$ 41,778</u>	<u>\$ 49,000</u>	<u>\$ (7,222)</u>	<u>\$ 48,444</u>
Total cash receipts	<u>\$104,968</u>	<u>\$112,076</u>	<u>\$ (7,108)</u>	<u>\$106,665</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Contractual services	\$ 50,441	\$ 60,000	\$ 9,559	\$ 57,198
Commodities	1,441	6,000	4,559	1,153
County share of Airport project	-	101,000	101,000	76,354
Capital outlay	<u>17,039</u>	<u>8,000</u>	<u>(9,039)</u>	<u>-</u>
Total expenditures and transfers subject to budget	<u>\$ 68,921</u>	<u>\$175,000</u>	<u>\$106,079</u>	<u>\$134,705</u>
Receipts over (under) expenditures	\$ 36,047			\$ (28,040)
Unencumbered Cash, Beginning	<u>76,593</u>			<u>104,633</u>
Unencumbered Cash, Ending	<u>\$112,640</u>			<u>\$ 76,593</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-6

LIBRARY MAINTENANCE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$554,168	\$556,185	\$ (2,017)	\$552,590
Back tax collections	2,378	700	1,678	2,795
Motor vehicle tax	<u>13,154</u>	<u>9,805</u>	<u>3,349</u>	<u>14,114</u>
Total cash receipts	\$569,700	<u>\$566,690</u>	<u>\$ 3,010</u>	\$569,499
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Appropriations – Library Board	<u>566,690</u>	<u>\$566,690</u>	<u>-</u>	<u>566,690</u>
Receipts over (under) expenditures	\$ 3,010			\$ 2,809
Unencumbered Cash, Beginning	<u>6,229</u>			<u>3,420</u>
Unencumbered Cash, Ending	<u>\$ 9,239</u>			<u>\$ 6,229</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

Statement 3-7

AMBULANCE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Taxes:				
Ad valorem property tax	\$394,234	\$395,530	\$ (1,296)	\$387,274
Back tax collections	1,669	700	969	1,894
Motor vehicle tax	9,146	6,872	2,274	9,584
Total taxes	<u>\$405,049</u>	<u>\$403,102</u>	<u>\$ 1,947</u>	<u>\$398,752</u>
Other:				
Fees	\$110,114	\$125,000	\$ (14,886)	\$119,642
CPR	21,957	-	21,957	22,792
Donations and grants	16,880	-	16,880	10,611
Total other	<u>\$148,951</u>	<u>\$125,000</u>	<u>\$ 23,951</u>	<u>\$153,045</u>
Total cash receipts	<u>\$554,000</u>	<u>\$528,102</u>	<u>\$ 25,898</u>	<u>\$551,797</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Personal services	\$421,771	\$429,435	\$ 7,664	\$422,947
Contractual services	50,380	69,500	19,120	45,095
Commodities	43,562	48,500	4,938	42,029
Capital outlay	29,636	36,670	7,034	6,618
Transfer:				
Ambulance Equipment Fund	<u>38,000</u>	<u>-</u>	<u>(38,000)</u>	<u>67,000</u>
Total expenditures and transfers subject to budget	<u>\$583,349</u>	<u>\$584,105</u>	<u>\$ 756</u>	<u>\$583,689</u>
Receipts over (under) expenditures	\$ (29,349)			\$ (31,892)
Unencumbered Cash, Beginning	<u>85,376</u>			<u>117,268</u>
Unencumbered Cash, Ending	<u>\$ 56,027</u>			<u>\$ 85,376</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

Statement 3-8

RURAL FIRE DISTRICT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Taxes:				
Ad valorem property tax	\$216,005	\$216,722	\$ (717)	\$203,335
Back tax collections	902	200	702	1,029
Motor vehicle tax	<u>4,846</u>	<u>3,607</u>	<u>1,239</u>	<u>5,271</u>
Total taxes	\$221,753	\$220,529	\$ 1,224	\$209,635
Other:				
Miscellaneous	<u>3,655</u>	<u>-</u>	<u>3,655</u>	<u>18,870</u>
Total cash receipts	<u>\$225,408</u>	<u>\$220,529</u>	<u>\$ 4,879</u>	<u>\$228,505</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Personal services	\$ 56,125	\$ 78,000	\$ 21,875	\$ 48,996
Contractual services	44,973	42,455	(2,518)	36,687
Commodities	23,528	16,950	(6,578)	14,826
Capital outlay	30,023	48,490	18,467	38,942
Transfer:				
Rural Fire Equipment Fund	<u>80,000</u>	<u>50,000</u>	<u>(30,000)</u>	<u>100,000</u>
Total expenditures and transfers subject to budget	<u>\$234,649</u>	<u>\$235,895</u>	<u>\$ 1,246</u>	<u>\$239,451</u>
Receipts over (under) expenditures	\$ (9,241)			\$ (10,946)
Unencumbered Cash, Beginning	<u>20,964</u>			<u>31,910</u>
Unencumbered Cash, Ending	<u>\$ 11,723</u>			<u>\$ 20,964</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-9

COURTHOUSE BUILDING FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 366,739	\$ 368,175	\$ (1,436)	\$356,455
Back tax collections	1,546	700	846	1,705
Motor vehicle tax	<u>8,467</u>	<u>6,328</u>	<u>2,139</u>	<u>9,100</u>
Total cash receipts	<u>\$ 376,752</u>	<u>\$ 375,203</u>	<u>\$ 1,549</u>	<u>\$367,260</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Commodities	\$ 2,695	\$ -	\$ (2,695)	\$ -
Contractual services	157,799	620,480	462,681	30,769
Capital outlay	64,895	-	(64,895)	20,136
Hospital project	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>-</u>
Total expenditures and transfers subject to budget	<u>\$ 725,389</u>	<u>\$1,120,480</u>	<u>\$395,091</u>	<u>\$ 50,905</u>
Receipts over (under) expenditures	\$ (348,637)			\$316,355
Unencumbered Cash, Beginning	<u>819,323</u>			<u>502,968</u>
Unencumbered Cash, Ending	<u>\$ 470,686</u>			<u>\$819,323</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-10

BOND AND INTEREST FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$3,101,348	\$3,069,723	\$ 31,625	\$3,380,181
Back tax collections	12,513	2,500	10,013	10,312
Motor vehicle tax	<u>70,071</u>	<u>60,069</u>	<u>10,002</u>	<u>31,351</u>
Total cash receipts	<u>\$3,183,932</u>	<u>\$3,132,292</u>	<u>\$ 51,640</u>	<u>\$3,421,844</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Bond principal	\$2,225,000	\$2,225,000	-	\$2,175,000
Bond interest	<u>915,788</u>	<u>915,788</u>	<u>-</u>	<u>1,605,542</u>
Total expenditures and transfers subject to budget	<u>\$3,140,788</u>	<u>\$3,140,788</u>	<u>-</u>	<u>\$3,780,542</u>
Receipts over (under) expenditures	\$ 43,144			\$ (358,698)
Unencumbered Cash, Beginning	<u>36,781</u>			<u>395,479</u>
Unencumbered Cash, Ending	<u>\$ 79,925</u>			<u>\$ 36,781</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-11

PARK MAINTENANCE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$251,947	\$252,801	\$ (854)	\$268,199
Back tax collections	1,101	500	601	1,285
Motor vehicle tax	<u>6,256</u>	<u>4,756</u>	<u>1,500</u>	<u>6,235</u>
Total taxes	\$259,304	\$258,057	\$ 1,247	\$275,719
Other:				
Rents	28,235	25,000	3,235	31,159
Donations	<u>4,805</u>	<u>-</u>	<u>4,805</u>	<u>880</u>
Total cash receipts	<u>\$292,344</u>	<u>\$283,057</u>	<u>\$ 9,287</u>	<u>\$307,758</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Personal services	\$153,883	\$172,981	\$ 19,098	\$153,766
Contractual services	84,922	105,398	20,476	78,699
Commodities	35,492	29,900	(5,592)	30,839
Capital outlay	<u>5,531</u>	<u>4,500</u>	<u>(1,031)</u>	<u>6,450</u>
Total expenditures and transfers subject to budget	<u>\$279,828</u>	<u>\$312,779</u>	<u>\$ 32,951</u>	<u>\$269,754</u>
Receipts over (under) expenditures	\$ 12,516			\$ 38,004
Unencumbered Cash, Beginning	<u>55,809</u>			<u>17,805</u>
Unencumbered Cash, Ending	<u>\$ 68,325</u>			<u>\$ 55,809</u>

The notes to the financial statements are an integral part of this statement.



## GRANT COUNTY, KANSAS

Statement 3-12

HEALTH FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Taxes:				
Ad valorem property tax	\$218,954	\$217,338	\$ 1,616	\$219,052
Back tax collections	938	300	638	1,068
Motor vehicle tax	<u>5,215</u>	<u>3,888</u>	<u>1,327</u>	<u>5,402</u>
Total taxes	<u>\$225,107</u>	<u>\$221,526</u>	<u>\$ 3,581</u>	<u>\$225,522</u>
Other:				
Fees and charges	\$165,808	\$ 50,000	\$115,808	\$170,301
Federal and state assistance	<u>89,453</u>	<u>40,000</u>	<u>49,453</u>	<u>53,067</u>
Total other	<u>\$255,261</u>	<u>\$ 90,000</u>	<u>\$165,261</u>	<u>\$223,368</u>
Total cash receipts	<u>\$480,368</u>	<u>\$311,526</u>	<u>\$168,842</u>	<u>\$448,890</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Personal services	\$240,844	\$259,000	\$ 18,156	\$239,826
Contractual services	63,471	47,740	(15,731)	43,807
Commodities	94,857	103,300	8,443	103,389
Capital outlay	<u>13,888</u>	<u>2,242</u>	<u>(11,646)</u>	<u>26,109</u>
Total expenditures and transfers subject to budget	<u>\$413,060</u>	<u>\$412,282</u>	<u>\$ (778)</u>	<u>\$413,131</u>
<u>Expenditures and Transfers</u> <u>not Subject to Budget</u>				
Credit for fees	<u>-</u>	<u>115,808</u>	<u>115,808</u>	<u>-</u>
Total expenditures and transfers	<u>\$413,060</u>	<u>\$528,090</u>	<u>\$115,030</u>	<u>\$413,131</u>
Receipts over (under) expenditures	\$ 67,308			\$ 35,759
Unencumbered Cash, Beginning	<u>147,942</u>			<u>112,183</u>
Unencumbered Cash, Ending	<u>\$215,250</u>			<u>\$147,942</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-13

ALCOHOLIC TREATMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variable</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Cash Receipts</u>				
Intergovernmental:				
Liquor tax	\$ 6,230	\$ <u>8,570</u>	\$ <u>(2,340)</u>	\$ 5,233
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Alcoholic treatment	<u>6,000</u>	\$ <u>30,570</u>	\$ <u>24,570</u>	<u>6,000</u>
Receipts over (under) expenditures	\$ 230			\$ (767)
Unencumbered Cash, Beginning	<u>22,954</u>			<u>23,721</u>
Unencumbered Cash, Ending	\$ <u>23,184</u>			\$ <u>22,954</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-14

SPECIAL EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variable</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
<u>Cash Receipts</u>			<u>(Unfavor.)</u>	<u>Actual</u>
Transfer:				
General Fund	\$ 150,000	<u>\$150,000</u>	<u>-</u>	\$150,000
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Capital outlay	<u>264,368</u>	<u>\$670,000</u>	<u>\$405,632</u>	<u>122,132</u>
Receipts over (under) expenditures	\$ (114,368)			\$ 27,868
Unencumbered Cash, Beginning	<u>475,409</u>			<u>447,541</u>
Unencumbered Cash, Ending	<u>\$ 361,041</u>			<u>\$475,409</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3  
(Continued)

STATEMENTS OF CASH RECEIPTS AND EXPENDITURES

ACTUAL

For the year ended December 31, 2010

GRANT COUNTY, KANSAS

Statement 3-15

ROAD MACHINERY FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Operating transfer from Road and Bridge Fund	\$ 610,000	\$ 695,000
<u>Expenditures and Transfers</u>		
Capital outlay	<u>186,077</u>	<u>84,633</u>
Receipts over (under) expenditures	\$ 423,923	\$ 610,367
Unencumbered Cash, Beginning	<u>1,056,313</u>	<u>445,946</u>
Unencumbered Cash, Ending	<u>\$1,480,236</u>	<u>\$1,056,313</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-16

SPECIAL HIGHWAY IMPROVEMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Operating transfer from Road and Bridge Fund	\$ 610,000	\$ 695,000
<u>Expenditures and Transfers</u>		
Capital outlay	<u>111,810</u>	<u>544,963</u>
Receipts over (under) expenditures	\$ 498,190	\$ 150,037
Unencumbered Cash, Beginning	<u>1,439,288</u>	<u>1,289,251</u>
Unencumbered Cash, Ending	<u>\$1,937,478</u>	<u>\$1,439,288</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-17

RURAL FIRE EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Operating transfer from Rural Fire Fund	\$ 80,000	\$100,000
<u>Expenditures and Transfers</u>		
Capital outlay	<u>126,450</u>	<u>2,933</u>
Receipts over (under) expenditures	\$ (46,450)	\$ 97,067
Unencumbered Cash, Beginning	<u>253,885</u>	<u>156,818</u>
Unencumbered Cash, Ending	<u>\$207,435</u>	<u>\$253,885</u>

The notes the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-18

AMBULANCE EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Operating transfer from Ambulance Fund	\$ 38,000	\$ 67,000
<u>Expenditures and Transfers</u>		
Capital outlay	<u>-</u>	<u>128,694</u>
Receipts over (under) expenditures	\$ 38,000	\$ (61,694)
Unencumbered Cash, Beginning	<u>103,318</u>	<u>165,012</u>
Unencumbered Cash, Ending	<u>\$141,318</u>	<u>\$103,318</u>

The notes to the financial statements are an integral part of this statement.



GRANT COUNTY, KANSAS

Statement 3-19

NOXIOUS WEED EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Operating transfer from Noxious Weed Fund	\$ 60,000	\$ 29,000
<u>Expenditures and Transfers</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ 60,000	\$ 29,000
Unencumbered Cash, Beginning	<u>47,300</u>	<u>18,300</u>
Unencumbered Cash, Ending	<u>\$107,300</u>	<u>\$ 47,300</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-20

911 TELEPHONE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Telephone fees	\$ 42,690	\$145,063
<u>Expenditures and Transfers</u>		
Public Safety	<u>50,705</u>	<u>116,162</u>
Receipts over (under) expenditures	\$ (8,015)	\$ 28,901
Unencumbered Cash, Beginning	<u>112,053</u>	<u>83,152</u>
Unencumbered Cash, Ending	<u>\$104,038</u>	<u>\$112,053</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-21

AIRPORT IMPROVEMENTS PROJECTS #7, #8 AND #9  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
FAA Grant	\$ 6,860	\$268,032
County share of Airport project	<u>-</u>	<u>76,354</u>
Total cash receipts	\$ 6,860	\$344,386
<u>Expenditures and Transfers</u>		
Capital outlay	<u>4,548</u>	<u>337,731</u>
Receipts over (under) expenditures	\$ 2,312	\$ 6,655
Unencumbered Cash, Beginning	<u>-</u>	<u>(6,655)</u>
Unencumbered Cash, Ending	<u>\$ 2,312</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-22

CARE HOME BUILDING PROJECT  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Interest income	<u>-</u>	\$ <u>744</u>
<u>Expenditures and Transfers</u>		
Contractual	-	\$ 1,184,417
Capital outlay	<u>-</u>	<u>327,628</u>
Total expenditures and transfers	<u>-</u>	\$ <u>1,512,045</u>
Receipts over (under) expenditures	-	\$ (1,511,301)
Unencumbered Cash, Beginning	<u>-</u>	<u>1,511,301</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-23

HOSPITAL EXPANSION PROJECT  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Interest income	<u>-</u>	<u>65,544</u>
<u>Expenditures and Transfers</u>		
Contractual	-	\$ 11,217,547
Capital outlay	<u>-</u>	<u>722,837</u>
Total expenditures and transfers	<u>-</u>	\$ <u>11,940,384</u>
Receipts over (under) expenditures	-	\$ (11,874,840)
Unencumbered Cash, Beginning	<u>-</u>	<u>11,874,840</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-24

TREASURER'S SPECIAL AUTO FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Motor vehicle licenses	\$ 69,199	\$ 70,721
Fees	432	442
Reimbursement	<u>367</u>	<u>1,155</u>
Total cash receipts	<u>\$ 69,998</u>	<u>\$ 72,318</u>
<u>Expenditures and Transfers</u>		
General Government	\$ 39,427	\$ 35,802
Fees to General Fund	<u>30,571</u>	<u>36,516</u>
Total expenditures and transfers	<u>\$ 69,998</u>	<u>\$ 72,318</u>
Receipts over (under) expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-25

COUNTY ATTORNEY DIVERSION FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Diversion fees	\$ 7,497	\$ 12,275
<u>Expenditures and Transfers</u>		
General Government	<u>11,270</u>	<u>9,438</u>
Receipts over (under) expenditures	\$ (3,773)	\$ 2,837
Unencumbered Cash, Beginning	<u>29,615</u>	<u>26,778</u>
Unencumbered Cash, Ending	<u>\$ 25,842</u>	<u>\$ 29,615</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-26

PROSECUTOR'S TRAINING ASSISTANCE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Clerk of District Court – Docket fees	\$ 1,132	\$ 879
<u>Expenditures and Transfers</u>		
General Government	<u>1,190</u>	<u>1,415</u>
Receipts over (under) expenditures	\$ (58)	\$ (536)
Unencumbered Cash, Beginning	<u>335</u>	<u>871</u>
Unencumbered Cash, Ending	\$ <u>277</u>	\$ <u>335</u>

The notes to the financial statements are an integral part of this statement.



GRANT COUNTY, KANSAS

Statement 3-27

REGISTER OF DEEDS TECHNOLOGY FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES

For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Register of Deeds – Processing fees	\$ 10,440	\$ 11,674
Use of Money and Property:		
Interest	<u>41</u>	<u>57</u>
Total cash receipts	\$ 10,481	\$ 11,731
<u>Expenditures and Transfers</u>		
Capital outlay	<u>6,954</u>	<u>10,560</u>
Receipts over (under) expenditures	\$ 3,527	\$ 1,171
Unencumbered Cash, Beginning	<u>19,616</u>	<u>18,445</u>
Unencumbered Cash, Ending	<u>\$ 23,143</u>	<u>\$ 19,616</u>

The notes to the financial statements are an integral part of this statement.

GRANT COUNTY, KANSAS

Statement 3-28

LEC SEIZURE FUND  
STATEMENT OF CASH RECEIPTS AND EXPENDITURES  
For the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Reimbursements	-	\$ 850
<u>Expenditures and Transfers</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ -	\$ 850
Unencumbered Cash, Beginning	<u>2,445</u>	<u>1,595</u>
Unencumbered Cash, Ending	<u>\$ 2,445</u>	<u>\$ 2,445</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

Statement 4

AGENCY FUNDS  
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS – ACTUAL  
For the year ended December 31, 2010

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Distributable Funds:				
Ad Valorem Taxes:				
Current taxes	\$17,660,651	\$29,334,808	\$31,698,697	\$15,296,762
16/20 current tax	23,014	35,432	31,920	26,526
Delinquent real estate tax	24,583	98,314	99,112	23,785
Delinquent personal property tax	2,437	85,204	70,247	17,394
Delinquent 16/20 tax	24	363	169	218
Suspense tax	870	25,158	26,028	-
Excess tax	-	32,209	32,209	-
Advance tax	2,932	1,066	3,006	992
Special county mineral production tax	67,848	465,960	395,540	138,268
Motor vehicle tax	142,137	772,794	751,310	163,621
Tourism tax	66,141	68,154	60,318	73,977
Total Distributable Funds	<u>\$17,990,637</u>	<u>\$30,919,462</u>	<u>\$33,168,556</u>	<u>\$15,741,543</u>
State Funds:				
State Educational Building	\$ -	\$ 376,812	\$ 376,812	\$ -
State Institutional Building	-	188,406	188,406	-
State motor vehicle tax	-	711,249	711,249	-
Driver's License	684	26,429	26,358	755
Compensating and isolated sales tax	19,747	319,085	311,742	27,090
Heritage Trust Fund	356	5,334	5,481	209
Total State Funds	<u>\$ 20,787</u>	<u>\$ 1,627,315</u>	<u>\$ 1,620,048</u>	<u>\$ 28,054</u>
Subdivision Funds:				
Cities	\$ 7,548	\$ 1,584,507	\$ 1,585,072	\$ 6,983
School districts	-	14,971,773	14,971,773	-
Cemetery districts	-	177,968	177,968	-
Groundwater management	-	50,364	50,364	-
Total Subdivision Funds	<u>\$ 7,548</u>	<u>\$16,784,612</u>	<u>\$16,785,177</u>	<u>\$ 6,983</u>
Other Agency Funds:				
Clerk of the District Court	\$ 43,839	\$ 507,660	\$ 520,492	\$ 31,007
Payroll Clearing Fund	3,138	638,202	638,258	3,082
Law Book Bequest	-	-	-	-
Law Library	27,858	8,471	8,466	27,863
Total Other Agency Funds	<u>\$ 74,835</u>	<u>\$ 1,154,333</u>	<u>\$ 1,167,216</u>	<u>\$ 61,952</u>
Grand Total	<u>\$18,093,807</u>	<u>\$50,485,722</u>	<u>\$52,740,997</u>	<u>\$15,838,532</u>

The notes to the financial statements are an integral part of this statement.

## GRANT COUNTY, KANSAS

### NOTES TO FINANCIAL STATEMENTS

December 31, 2010

#### Note 1: Summary of Significant Accounting Policies

##### Reporting Entity

Grant County is a municipal corporation governed by an elected three-member commission. These financial statements present only the primary government of Grant County. A component unit is defined as an entity legally separate from the County, which has a significant dependence on, or relationship with, the County. The component units have not been included in the County's reporting entity. The following, if reported on, would constitute the component units of Grant County, the reporting entity.

##### Component Units not Presented

County Hospital/Care Home – Grant County Hospital Board operates the County's hospital and care home facilities. The County annually levies a tax for the hospital. Any bond issuances must be approved by the County.

Extension Service – Grant County Extension Service provides services in such areas as agriculture, home economics and 4-H club to all persons in the County. The Extension Service is an elected four-member executive board. The County annually provides significant subsidies to the council.

Law Library/Law Library Bequest – The Law Library is fiscally independent of the County. It is required by statute to be audited as part of the County audit. The Law Library is housed in County offices, but is operated independent of the County's governing body.

Grant County Fair – The Grant County Fair provides services to Grant County by maintaining the fairgrounds for the County. In addition, the board is responsible for building rentals and annual fair activities.

Grant County Library – The Grant County Library Board operates a County library. The library is fiscally dependent on the County for subsidies.

Grant County Council on Affirmative Aging – Grant County Council on Affirmative Aging provides services for the elderly in Grant County. The Council on Affirmative Aging is fiscally dependent on the County for subsidies.

## GRANT COUNTY, KANSAS

### NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

#### Note 1: Summary of Significant Accounting Policies (Continued)

Each of the following agencies have not been included as a component unit due to the agencies being a primary government. These agencies are independent to Grant County.

Soil Conservation District  
Firemen's Relief Association  
Historical Society

#### Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of Grant County for the year of 2010:

#### Governmental Funds:

General Fund – to account for all unrestricted resources except those required to be accounted for in another fund.

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Debt Service Funds – to account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt of Grant County.

Capital Project Funds – to account for resources used for major capital acquisitions.

#### Fiduciary Funds:

Agency Funds – to account for assets held by a governmental unit as a trustee or agent for others.

## GRANT COUNTY, KANSAS

### NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

#### Note 1: Summary of Significant Accounting Policies (Continued)

##### Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

##### Departure from Generally Accepted Accounting Principles

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

GRANT COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Other Accounting Policies

Cash Balances

Cash balances include demand deposits, time deposits and repurchase agreements.

These assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate.

Demand and time deposits are carried at cost. The carrying amount of deposits is separately displayed as part of total "cash".

In accordance with K.S.A. 9-1402 and K.S.A. 12-1675, Grant County, Kansas deposited all their demand and time deposits with the Pooled Money Investment Board in Topeka, Kansas and the Grant County State Bank located in Ulysses, Kansas.

Vouchers Payable

Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balance

The unencumbered cash balance is the unobligated resources of the cash balance account.

Bonds Payable

All unmatured general obligation long-term liabilities of the County are accounted for in a permanent set of records.

GRANT COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Compensated Absences

Vacation leave is accrued according to years of service with the County accumulated at the rate of ten (10) working days per year. An employee continuously employed by the County for five (5) years or more is entitled to fifteen (15) working days per year. An employee continuously employed by the County for fifteen (15) years or more is entitled to twenty (20) working days per year. Vacation leave must be taken by the end of the calendar year.

Upon the completion of six (6) months of service with the County, the employee is credited with six (6) days of sick leave. Thereafter, the employee accrues sick leave at the rate of one (1) day per month of continued employment. The sick leave is not compensated for if not used upon termination.

Reimbursed Expense

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Note 2: Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.



GRANT COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

Note 2: Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds and trust funds and the following special revenue funds:

Noxious Weed Equipment Fund  
Special Equipment Fund  
Road Machinery Fund  
Special Highway Improvement Fund  
Rural Fire Equipment Fund  
Ambulance Equipment Fund  
911 Telephone Fund

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

GRANT COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

Note 3: Governmental Funds – Property Taxes

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. Collection of current year property taxes by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

Note 4: Transfers

Operating Transfers

<u>From</u>	<u>Amount</u>	<u>To</u>	<u>Authority</u>
Road and Bridge Fund	\$610,000	Machinery Fund	KSA 68-141g
Rural Fire Fund	80,000	Special Fire Fund	KSA 19-3612c
General Fund	150,000	Special Equipment Fund	KSA 19-119
Treasurer's Special Auto Fund	30,571	General Fund	KSA 8-145
Ambulance Fund	38,000	Ambulance Equipment Fund	KSA 12-110d
Road and Bridge Fund	610,000	Special Highway Fund	KSA 68-141g
Noxious Weed Fund	60,000	Noxious Weed Equipment	KSA 2-1322

Note 5: Statutory Compliance

Contrary to the provisions of K.S.A. 10-1117 and 79-2934, the required budget and encumbrance records were not maintained.

Contrary to K.S.A. 79-3104, mortgage registration fees were not remitted daily.

Contrary to K.S.A. 2-1320, Noxious Weed receivables were not presented for certification to tax roll.

Contrary to K.S.A. 19-212, insurance policies were not written in the name of the County Treasurer.

## GRANT COUNTY, KANSAS

### NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

#### Note 6: Defined Benefit Pension Plan

Grant County participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by KSA 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

KSA 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for all employees hired before July 1, 2009 and 6% for all employees hired after July 1, 2009. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established for calendar year 2010 is 6.14%. The Grant County employer contributions to KPERS for the years ending December 31, 2010 and 2009 were \$214,137 and \$196,796, respectively, equal to the required contributions for each year.

#### Note 7: Deferred Compensation

Grant County offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation assets, which are funded currently with third party investment companies, are not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County, subject only to the claims of the County's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant. Grant County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

GRANT COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

Note 7: Deferred Compensation (Continued)

Grant County participates as a joint contract owner in a Group Variable Annuity Contract (K575 and any Successor Contract) issued by Aetna Life Insurance and Annuity Company to the State of Kansas on July 1, 1980. Grant County will offer its employees, as defined by KSA 1981 Supplement 74-4902, the right to participate in the State of Kansas Deferred Compensation Plan as adopted by Grant County pursuant to the Plan Joinder Agreement. The effective date of this election to adopt said State Plan shall be July 8, 1987, and the contract year applicable to the parties to this agreement for purposes of said Group Variable Annuity Contract shall be the period of twelve months commencing with either July 8, 1987 or any anniversary thereof.

The following is a summary of activity for the year ended December 31, 2010:

Beginning account value	\$707,445
Participants contribution	66,490
Participants withdrawals	(51,512)
Change in investment value	<u>111,400</u>
Ending account balance	<u>\$833,823</u>

Note 8: Unencumbered Cash – Actual and Budget

Unencumbered cash at December 31, 2010 was less than the amount budgeted for the following funds:

	<u>Actual</u> <u>12-31-10</u>	<u>Budget</u> <u>1-1-11</u>	<u>Under</u> <u>Budget</u>
County Building Fund	\$470,686	\$492,390	\$21,704

Note 9: Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by Grant County. The statute requires banks eligible to hold Grant County's funds have a main or branch bank in the county in which Grant County is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. Grant County has no other policies that would further limit interest rate risk.

## GRANT COUNTY, KANSAS

### NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

#### Note 9: Deposits and Investments (Continued)

K.S.A. 12-1675 limits Grant County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. Grant County has no investment policy that would further limit its investment choices.

Concentration of Credit Risk – State statutes place no limit on the amount Grant County may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, Grant County's deposits may not be returned to it. State statutes require Grant County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. Grant County has no "peak periods". All deposits were legally secured at December 31, 2010.

At December 31, 2010, Grant County's carrying amount of deposits was \$23,998,238 and the bank balance was \$24,011,373. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by FDIC insurance, \$23,511,373 was collateralized with securities held by the pledging financial institutions' agents in Grant County's name.

Custodial Credit Risk – Investments – For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, Grant County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

#### Note 10: Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

# GRANT COUNTY, KANSAS

## NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

### Note 11: Long-Term Debt

Changes in long-term liabilities for the County for the year ended December 31, 2010 were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds:										
Library Building	Various	04/01/01	\$1,800,000	11/01/11	\$ 445,000	-	\$ 215,000	\$ (215,000)	\$ 230,000	\$ 19,143
Care Home Building	Various	10/01/06	7,750,000	10/01/17	6,475,000	-	690,000	(690,000)	5,785,000	247,458
Hospital – Series 2007A	Various	10/12/07	9,750,000	10/01/23	9,100,000	-	650,000	(690,000)	8,450,000	349,213
Hospital – Series 2008A	Various	02/13/08	9,750,000	10/01/23	9,100,000	-	650,000	(650,000)	8,450,000	299,975
Temporary Loan:										
Library Building – Coop	-	06/18/03	200,000	6/18/13	<u>80,000</u>	<u>-</u>	<u>20,000</u>	<u>(20,000)</u>	<u>60,000</u>	<u>-</u>
Total Long-Term Debt					<u>\$25,200,000</u>	<u>-</u>	<u>\$2,225,000</u>	<u>\$ (2,225,000)</u>	<u>\$22,975,000</u>	<u>\$915,789</u>

# GRANT COUNTY, KANSAS

## NOTES TO FINANCIAL STATEMENTS

December 31, 2010

(Continued)

### Note 11: Long-Term Debt (Continued)

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016-2020</u>	<u>2021-2024</u>	<u>Total</u>
Principal:								
General Obligation Bond:								
Library Building	\$ 230,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 230,000
Care Home Building	720,000	755,000	790,000	820,000	860,000	1,840,000	-	5,785,000
Hospital – Series 2007A	650,000	650,000	650,000	650,000	650,000	3,250,000	1,950,000	8,450,000
Hospital – Series 2008A	650,000	650,000	650,000	650,000	650,000	3,250,000	1,950,000	8,450,000
Temporary Loan:								
Library Building – Coop	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,000</u>
Total Principal	<u>\$2,270,000</u>	<u>\$2,075,000</u>	<u>\$2,110,000</u>	<u>\$2,120,000</u>	<u>\$2,160,000</u>	<u>\$8,340,000</u>	<u>\$3,900,000</u>	<u>\$22,975,000</u>
Interest:								
General Obligation Bond:								
Library Building	\$ 10,004	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,004
Care Home Building	219,858	191,058	163,500	134,270	103,520	107,030	-	919,236
Hospital – Series 2007A	314,275	291,525	268,450	245,050	221,650	749,938	152,913	2,243,801
Hospital – Series 2008A	<u>279,500</u>	<u>259,025</u>	<u>238,550</u>	<u>218,075</u>	<u>197,600</u>	<u>682,500</u>	<u>143,650</u>	<u>2,018,900</u>
Total Interest	<u>\$ 823,637</u>	<u>\$ 741,608</u>	<u>\$ 670,500</u>	<u>\$ 597,395</u>	<u>\$ 522,770</u>	<u>\$1,539,468</u>	<u>\$ 296,563</u>	<u>\$ 5,191,941</u>

GRANT COUNTY, KANSAS

SUPPLEMENTAL SCHEDULES



## GRANT COUNTY, KANSAS

## Schedule 1

GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATES

For the year ended December 31, 2010

(with comparative actual totals for the prior year ended December 31, 2009)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>County Commissioners</u>				
Personal services	\$ 69,293	\$ 70,040	\$ 747	\$ 67,763
Contractual services	<u>2,349</u>	<u>29,750</u>	<u>27,401</u>	<u>13,717</u>
Totals	<u>\$ 71,642</u>	<u>\$ 99,790</u>	<u>\$ 28,148</u>	<u>\$ 81,480</u>
<u>County Clerk</u>				
Personal services	\$ 81,402	\$ 82,000	\$ 598	\$ 78,925
Contractual services	6,502	11,000	4,498	10,670
Commodities	<u>3,708</u>	<u>7,000</u>	<u>3,292</u>	<u>4,819</u>
Totals	<u>\$ 91,612</u>	<u>\$100,000</u>	<u>\$ 8,388</u>	<u>\$ 94,414</u>
<u>County Treasurer</u>				
Personal services	\$128,015	\$133,070	\$ 5,055	\$124,012
Contractual services	12,548	14,370	1,822	11,799
Commodities	5,244	8,700	3,456	7,428
Capital outlay	<u>844</u>	<u>-</u>	<u>(844)</u>	<u>434</u>
Totals	<u>\$146,651</u>	<u>\$156,140</u>	<u>\$ 9,489</u>	<u>\$143,673</u>
<u>County Attorney</u>				
Personal services	\$ 55,649	\$ 60,000	\$ 4,351	\$ 54,421
Contractual services	134,365	148,000	13,635	112,923
Commodities	<u>2,521</u>	<u>2,000</u>	<u>(521)</u>	<u>1,345</u>
Totals	<u>\$192,535</u>	<u>\$210,000</u>	<u>\$ 17,465</u>	<u>\$168,689</u>
<u>Register of Deeds</u>				
Personal services	\$ 84,982	\$ 89,980	\$ 4,998	\$ 88,280
Contractual services	4,961	7,565	2,604	7,394
Commodities	1,056	3,150	2,094	3,339
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>949</u>
Totals	<u>\$ 90,999</u>	<u>\$100,695</u>	<u>\$ 9,696</u>	<u>\$ 99,962</u>

## GRANT COUNTY, KANSAS

Schedule 1  
(Continued)GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATESFor the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	Current Year		Variance Favorable (Unfavor.)	Prior Year Actual
	Actual	Budget		
<u>Clerk of District Court</u>				
Contractual services	\$ 92,425	\$ 123,000	\$ 30,575	\$101,043
Commodities	11,423	12,000	577	5,377
Capital outlay	<u>31,004</u>	<u>-</u>	<u>(31,004)</u>	<u>5,633</u>
Totals	<u>\$134,852</u>	<u>\$ 135,000</u>	<u>\$ 148</u>	<u>\$112,053</u>
<u>Appraiser's Cost</u>				
Personal services	\$ 67,961	\$ 77,775	\$ 9,814	\$ 66,465
Contractual services	175,934	178,060	2,126	172,975
Commodities	<u>3,125</u>	<u>5,000</u>	<u>1,875</u>	<u>4,859</u>
Totals	<u>\$247,020</u>	<u>\$ 260,835</u>	<u>\$ 13,815</u>	<u>\$244,299</u>
<u>Courthouse General</u>				
Contractual services	\$235,521	\$ 500,000	\$264,479	\$237,902
Commodities	7,556	18,000	10,444	16,321
Capital outlay	<u>1,567</u>	<u>532,000</u>	<u>530,433</u>	<u>-</u>
Totals	<u>\$244,644</u>	<u>\$1,050,000</u>	<u>\$805,356</u>	<u>\$254,223</u>
<u>Data Processing</u>				
Contractual services	\$ <u>35,489</u>	\$ <u>45,000</u>	\$ <u>9,511</u>	\$ <u>61,218</u>
<u>Election</u>				
Personal services	\$ 44,393	\$ 60,000	\$ 15,607	\$ 50,840
Contractual services	9,828	12,500	2,672	3,812
Commodities	<u>5,109</u>	<u>9,500</u>	<u>4,391</u>	<u>436</u>
Totals	<u>\$ 59,330</u>	<u>\$ 82,000</u>	<u>\$ 22,670</u>	<u>\$ 55,088</u>
<u>Board on Affirmative Aging</u>				
Appropriations	<u>\$457,000</u>	<u>\$ 457,000</u>	<u>-</u>	<u>\$400,000</u>

## GRANT COUNTY, KANSAS

Schedule 1  
(Continued)GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATESFor the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	Current Year			Prior Year
	Actual	Budget	Variance Favorable (Unfavor.)	Actual
<u>Building Inspection (Planning &amp; Zoning)</u>				
Building projects appropriations	\$ 23,200	\$ -	\$ (23,200)	\$ 14,000
Contractual services	<u>57,431</u>	<u>48,000</u>	<u>(9,431)</u>	<u>35,107</u>
Totals	<u>\$ 80,631</u>	<u>\$ 48,000</u>	<u>\$ (32,631)</u>	<u>\$ 49,107</u>
<u>Economic Development</u>				
Appropriation	<u>\$120,000</u>	<u>\$ 120,000</u>	<u>-</u>	<u>\$ 120,000</u>
<u>Social Services</u>				
Home for Aged maintenance	\$746,058	\$ 746,058	-	\$ 996,431
Assisted Living	<u>46,437</u>	<u>46,437</u>	<u>-</u>	<u>65,448</u>
Totals	<u>\$792,495</u>	<u>\$ 792,495</u>	<u>-</u>	<u>\$1,061,879</u>
<u>Sheriff</u>				
Personal services	\$681,071	\$ 654,915	\$ (26,156)	\$ 678,140
Contractual services	163,476	204,500	41,024	200,714
Commodities	94,275	125,300	31,025	99,208
Capital outlay	<u>27,311</u>	<u>36,000</u>	<u>8,689</u>	<u>31,110</u>
Totals	<u>\$966,133</u>	<u>\$1,020,715</u>	<u>\$ 54,582</u>	<u>\$1,009,172</u>
<u>Civil Defense</u>				
Personal services	\$ 56,747	\$ 65,000	\$ 8,253	\$ 56,517
Contractual services	13,063	22,700	9,637	47,652
Commodities	87,997	13,000	(74,997)	23,372
Capital outlay	<u>1,684</u>	<u>2,300</u>	<u>616</u>	<u>-</u>
Totals	<u>\$159,491</u>	<u>\$ 103,000</u>	<u>\$ (56,491)</u>	<u>\$ 127,541</u>
<u>Juvenile Detention</u>				
Contractual services	<u>\$ 32,996</u>	<u>\$ 25,000</u>	<u>\$ (7,996)</u>	<u>\$ 18,605</u>
<u>Extension Council</u>				
Appropriation	<u>\$187,000</u>	<u>\$ 187,000</u>	<u>-</u>	<u>\$ 187,000</u>

## GRANT COUNTY, KANSAS

Schedule 1  
(Continued)GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATESFor the year ended December 31, 2010  
(with comparative actual totals for the prior year ended December 31, 2009)

	Current Year		Variance Favorable (Unfavor.)	Prior Year Actual
	Actual	Budget		
<u>Soil Conservation</u>				
Contractual services	\$ 31,000	\$ 31,000	-	\$ 31,000
<u>Fair Maintenance</u>				
Activity Center maintenance	\$ 66,035	\$ 68,325	\$ 2,290	\$ 73,553
<u>Health</u>				
Hospital Board	\$1,049,840	\$1,049,840	-	\$1,049,840
Developmentally disabled	77,417	77,417	-	66,600
Mental health	114,206	114,206	-	114,206
Totals	\$1,241,463	\$1,241,463	-	\$1,230,646
<u>Historical</u>				
Appropriations	\$ 142,000	\$ 142,000	-	\$ 142,000
<u>Transfer Station</u>				
Personal services	\$ 149,662	\$ 158,299	\$ 8,637	\$ 148,912
Contractual services	201,388	307,000	105,612	233,497
Commodities	34,967	70,100	35,133	29,011
Capital outlay	4,749	3,600	(1,149)	60,840
Totals	\$ 390,766	\$ 538,999	\$ 148,233	\$ 472,260
<u>Other Appropriations</u>				
Other appropriations	\$ 29,767	\$ 50,000	\$ 20,233	\$ 2,407
Appropriation – WEKANDO	364,425	368,175	3,750	357,975
Totals	\$ 394,192	\$ 418,175	\$ 23,983	\$ 360,382
<u>Operating Transfers</u>				
Special Equipment Fund	\$ 150,000	\$ 150,000	-	\$ 150,000
Totals	\$6,525,976	\$7,582,632	\$1,056,656	\$6,748,244

GRANT COUNTY, KANSAS

Schedule 2

RECONCILIATION OF 2009 TAX ROLL

December 31, 2010

2009 Tax Roll – As Adjusted

County Clerk's abstract of 2009 tax roll			\$31,910,333
Adjustments to Original Tax Roll:			
Added taxes	\$	20,195	
Abated taxes		<u>(78,582)</u>	<u>(58,387)</u>
Adjusted 2009 tax roll			\$31,851,946

2009 Tax Roll – Accounted for

Net Tax Roll Collections:			
Collections during 2009	\$17,663,887		
Collections during 2010	<u>14,067,511</u>		
Net tax collections		\$31,731,398	

Delinquent personal property taxes for which tax warrants issued	\$	51,359	
Delinquent real estate taxes entered on the tax sale record		<u>69,189</u>	<u>120,548</u>

2009 Tax Roll accounted for			<u>31,851,946</u>
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Difference			<u>-</u>
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The Board of County Commissioners  
Grant County, Kansas

In planning and performing our audit of the financial statements of Grant County, Kansas, as of and for the year ended December 31, 2010, in accordance with auditing standards generally accepted in the United States of America, we considered Grant County, Kansas' internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Grant County, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of Grant County, Kansas' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiencies to be significant deficiencies in internal control:

- 1) Contrary to the provisions of K.S.A. 10-117 and K.S.A. 79-2934, encumbrance and unencumbered cash records were not maintained.
- 2) Adjusting journal entries were required in order to reflect the proper balance in each fund.
- 3) Our firm assisted the County in preparing the financial statements and the footnotes for the year ended December 31, 2010.

This communication is intended solely for the information and use of the management of Grant County, Kansas, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Hay•Rice & Associates, Chartered

July 14, 2011

The Board of County Commissioners  
Grant County, Kansas

We have audited the financial statements of Grant County, Kansas for the year ended December 31, 2010. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated October 26, 2009. Professional standards also require that we communicate to you the following information related to our audit.

### Significant Audit Findings

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Grant County, Kansas are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2010. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

#### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

#### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

The Board of County Commissioners  
Grant County, Kansas

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*Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated July 14, 2011.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of County Commissioners and management of Grant County, Kansas and is not intended to be and should not be used by anyone other than these specified parties.

Hay•Rice & Associates, Chartered

July 14, 2011